

STATEMENT OF PURPOSE

RS20019C1

This legislation makes technical corrections to the cigarette and tobacco taxes:

Section 1 makes changes to definitions adding "delivery seller" to the definition of wholesaler. This change brings Idaho into conformity with federal law.

Section 2 corrects a grammatical error.

Section 3 deletes the references to any substitute from the tobacco product definition. This eliminates a question as to whether tobacco cessation products should be taxed as tobacco products. The definition of wholesale sales price is expanded to include any person, and place of business will no longer include vending machines.

FISCAL NOTE

None.

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